

REPORT REGARDING SETTLEMENT AGREEMENT

TO: Joan Ross, City Clerk
FROM: Jocelyn Golden
RE: Neb. Rev. Stat. § 84-713 Settlement Agreement with Verizon
DATE: July 12, 2011

Case Name: *City of Lincoln v. Verizon Wireless (VAW) LLC, Alltel Communications of Nebraska, Inc., and VWC License, LLC*, District Court for Lancaster County, Case No. CI10-153

Description of Claim: Claim by City of Lincoln (“City”) against Verizon Wireless (VAW) LLC, Alltel Communications of Nebraska, Inc., and VWC License, LLC (collectively “Verizon”) for unpaid telecommunication occupation taxes. City conducted an audit and determined occupation taxes were not paid on certain components of gross receipts for the audit period. City’s position is that additional payments were not made from the end of the audit period to the present.

Parties Released under Settlement Agreement: City will release Verizon for claims for unpaid telecommunication tax for gross receipts before July 2011.

Amount of Compensation: Verizon will pay One Million Seven Hundred Thousand Dollars (\$1,700,000.00) for settlement of the claims, amendment of Lincoln Municipal Code Chapter 3.24 regarding components subject to tax, and full release of Verizon before July 2011.